



28th ANNUAL REPORT 2024-25

ACCOUNTANT’S COMPILATION REPORT

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BOARD OF DIRECTORS

Mr.G.Suresh, B.E., M.B.A.	Director & President
Mr.C.Ganapathy, B.Sc., Agri.	Director

REGISTERED OFFICE

CG-VAK Software USA Inc.,
1661, Tice Valley Blvd,
Suite#101, Walnut Creek,
California – 94595

CERTIFIED PUBLIC ACCOUNTANT

VVV CPA PC
200, Middlesex-Essex Turnpike, Suite 302
Iselin, NJ 08830-2033
Tel. : 732-283-4700
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**CG-VAK****SOFTWARE (USA) Inc.****ANNUAL REPORT 2024-25**

CG-VAK SOFTWARE USA INC.

**1661, Tice Valley Blvd Ste 101,
Walnut Creek, CA 94595**

DIRECTORS' REPORT

To

The Members of

CG-VAK SOFTWARE USA INC.,

Your Directors take great pleasure in presenting their 28th Annual Report and Financial Statements of the Corporation for the period ended March 31, 2025.

Review of Business

During the year under review, your Company has achieved a turnover of \$2.77 million as against \$ 3.03 million in the previous year. The Company has achieved a net profit \$ 0.042 million as against \$ 0.047 million in the previous year.

Future Outlook

The consulting services business is expected to remain challenging, with continued pricing pressure. Our strategy focuses on delivering consulting services in the latest technologies. We are making our best efforts to improve performance in the current year.

Financial Statements

The financial statements for the period ending March 31, 2025 detailing the revenue and expenditure, asset and liabilities and the operational cash flow have been appended with Certified Public Accountant's Compilations Report.

The financial statements have also been converted to Indian Rupees (INR) on the basis of appropriate exchange rate and appended.

(By Order of the Board)

for **CG-VAK SOFTWARE USA Inc.,**

May 07, 2025

G.Suresh

President



VVV CPA PC
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ACCOUNTANT'S COMPILATION REPORT

To The Shareholders of
CG-VAK SOFTWARE USA INC
1661 Tice Valley Blvd Ste 101
Walnut Creek, CA 94595

Management is responsible for the accompanying financial statements of CG-VAK SOFTWARE USA INC., (a corporation and wholly owned subsidiary of CG-VAK SOFTWARE & EXPORTS LTD.) which comprise the balance sheet – tax basis as of March 31, 2025, and the related statements of income – tax basis, changes in stockholder's equity – tax basis and cash flows – tax basis for the year then ended in accordance with the tax basis of accounting, and for determining that the tax basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax basis in accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the tax basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in Schedule 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

VVV CPA PC

ISELIN, NJ
May 07, 2025

**BALANCE SHEET - TAX BASIS AS AT 31ST MARCH 2025** Amount in Lakhs

	31.03.2025	
	USD	INR
<u>ASSETS</u>		
<u>CURRENT ASSETS</u>		
Cash in Bank	3.83	327.55
Accounts Receivable	3.34	285.94
Accounts Recievable related party	0.10	8.63
Employee Advances and Affiliate entity loans	0.07	6.35
Prepaid Expenses and other Current Assets	0.28	24.27
Investments	7.02	600.91
TOTAL CURRENT ASSETS	14.64	1,253.65
<u>NON CURRENT ASSETS</u>		
Property and equipment	0.04	2.99
Operating lease right-of-use asset	0.07	6.13
Investments	5.00	428.00
Security Deposits	0.06	5.11
TOTAL NON CURRENT ASSETS	5.17	442.23
TOTAL ASSETS	19.81	1,695.88
<u>LIABILITIES AND STOCKHOLDER'S EQUITY</u>		
<u>CURRENT LIABILITIES</u>		
Accounts Payable & Accrued Expenses	1.31	112.45
Operating lease liabilities	0.04	3.16
TOTAL CURRENT LIABILITIES	1.35	115.61
Non-current Liabilities:		
Operating lease liabilities	0.03	2.97
Total Non-current liabilities	0.03	2.97
TOTAL LIABILITIES	1.38	118.58
<u>STOCK HOLDERS' EQUITY</u>		
Common Stock	7.50	331.00
Retained Earnings	10.93	1,246.30
Total Stockholders' Equity	18.43	1,577.30
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	19.81	1,695.88

SEE ACCOUNTANT'S COMPILATION REPORT



**STATEMENT OF INCOME - TAX BASIS
FOR THE YEAR ENDED 31ST MARCH 2025**

Amount in Lakhs

	31.03.2025	
	USD	INR
Consulting fees	27.67	2,322.51
TOTAL INCOME	27.67	2,322.51
Deductible Expenses (Schedule 1)	27.63	2,318.82
INCOME FROM OPERATIONS	0.04	3.69
Other Income	0.57	47.24
Net income Before Taxes	0.61	50.93
Federal and State Income tax	0.19	15.69
Net income after Taxes	0.42	35.24

**STATEMENT OF CASH FLOWS - TAX BASIS
FOR THE YEAR ENDED 31ST MARCH 2025**

	31.03.2025	
	USD	INR
CASHFLOWS FROM OPERATING ACTIVITIES:		
Net income after Taxes	0.42	35.24
Adjustments to reconcile net income to net cash provided by operating activities:		
<u>Depreciation</u>	0.01	0.73
Changes in assets and liabilities:		
(Increase)/Decrease in accounts receivable	0.80	67.47
(Increase)/Decrease in employee advances & affiliate entity loans	0.18	14.74
<Increase>/Decrease in prepaid expenses & other current assets	(0.02)	(1.79)
<Increase>/Decrease in carrying amount of operating lease right-of-use assets	0.04	3.10
Increase/(decrease) in accounts payable and accrued expenses	0.11	9.18
Increase/(decrease) in operating lease liabilities	(0.04)	(3.10)
Total Adjustments	1.08	90.33
Net cash provided by operating activities	1.50	125.57
Cash flows from investing activities:		
<Increase>(decrease) in property and equipment	(0.04)	(3.65)
<Increase> (decrease) in investments	(0.31)	(25.48)
Net cash used in investing activities	(0.35)	(29.13)
Net increase in cash	1.15	96.44
Cash at the beginning of the year	2.68	231.11
Cash at the end of the year	3.83	327.55
Supplementary disclosure of cash flows information:		
Cash paid during the year for: Federal and State Income taxes	0.20	17.01

SEE ACCOUNTANT'S COMPILATION REPORT



SUPPLEMENTARY INFORMATION

Schedule-1

Amount in Lakhs

	31.03.2025	
	USD	INR
Operating Expenses		
Advertising and marketing	0.03	2.55
Auto expenses	0.17	13.88
Bank charges	0.01	1.35
Compensation of officers	1.52	127.73
Depreciation	0.01	0.73
Employee benefits	0.91	76.13
Insurance	0.15	12.64
Legal & professional	0.11	9.42
Office supplies & expenses	0.15	12.58
Outside Services / Independent Contractors	1.74	145.67
Payroll taxes and payroll processing	1.79	150.46
Recruitment expenses	0.09	7.39
Rent and utility	0.18	15.43
Salary	20.18	1,693.27
Telephone & internet	0.14	11.82
Travel & accomodation	0.45	37.77
TOTAL	27.63	2,318.82

STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY - TAX BASIS
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY AS AT MARCH 31,2025

	Common Stock		Retained Earnings		Total Stockholder's Equity	
	AMOUNT	INR	USD	INR	USD	INR
Balance at April, 1, 2024 750 shares @ USD 1000 per share	7.50	331.00	10.51	1,211.06	18.01	1,542.06
Net Income	0.00	0.00	0.42	35.24	0.42	35.24
BALANCE as at March 31, 2025	7.50	331.00	10.93	1,246.30	18.43	1,577.30



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